IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF PENNSYLVANIA

PICTURE LABORATORIES, a corporation,) C.A. No. 00-2041)
Plaintiff,) Judge Arthur J. Schwab
V.)
PLAZA ENTERTAINMENT, INC., a corporation, ERIC PARKINSON, an individual, CHARLES von BERNUTH, an individual and JOHN HERKLOTZ, an individual,)))))
Defendants.)

JOINT STATUS REPORT

Pursuant to the Court's Order dated July 21, 2006 (Document 103), the parties hereby file this updated status report concerning the examination of Plaintiff's business records, which is being performed by the accounting firm of Schneider Downs in connection with Plaintiff's claim for damages in this case, as follows:

- 1. Since the filing of the Status Report filed by the parties on June 29, 2006, the parties and counsel have held additional meetings and have had multiple further communications with Schneider Downs.
- 2. On August 29, 2006, the parties and counsel met with a representative of Schneider Downs and were provided with a draft report for comment. Two additional

areas of inquiry were identified with respect to certain WRS and National Bank of Canada records. The parties left the meeting with the understanding that Schneider Downs would resolve those issues and submit a final within the next two weeks.

3. WRS's counsel has no objection to this Joint Status Report and has consented to sending it to the Court and the use of his electronic signature for filing same.

Respectfully submitted,

BURNS, WHITE & HICKTON, LLC

BY: John P. Sieminski John P. Sieminski, Esquire PA ID #58991 Attorneys for Defendant, John Herklotz

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